

CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Set Public Hearing for June 2, 1999 to Consider Refuse Rate Adjustment
Application from Central Valley Waste Services, Inc.

MEETING DATE: May 19, 1999

PREPARED BY: Public Works Director

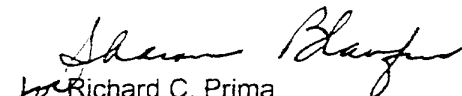
RECOMMENDED ACTION: That the City Council set a public hearing for June 2, 1999 to consider the
refuse rate adjustment application from Central Valley Waste Services,
Inc. (CVWSI)

BACKGROUND INFORMATION: Over the past seven years, City Council has followed a rate
methodology, adopted by Council on December 4, 1991, to
establish residential and commercial refuse collection rates in the
City of Lodi. In accordance with this methodology, the proposed
rate adjustment for June 2, 1999 to April 1, 2000 is 3.43% or an increase of \$0.61 per month on the
standard 38-gallon residential rate and an increase of 2.75% for commercial rates. In the past, the rate
increase has taken effect on April 1; however, CVWSI requested that they be given additional time to
submit the rate request and complete an audit, thereby delaying the adjustment by two months.
Attached is a copy of the projected increases and the rate adjustment calculation sheet.

The rate increase requested by CVWSI was based on a 12-month billing cycle. Because the rate
adjustment submittal is two months later than in previous years and the delay was requested by CVWSI,
they are willing to forego the adjustment for April and May and make it effective on the June billing.
Normally, the request is received in February and taken to Council at the last meeting in March with rate
adjustments effective in April.

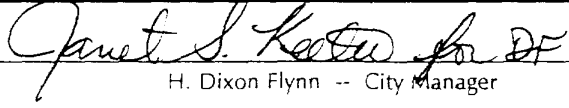
If the adjustment can be made in June, the percentage of increase will not have to be adjusted to
compensate for the months without an increase. Any rate adjustments made after July will significantly
impact the Finance Department's ability to process the new rates due to the ORCOM utility billing
implementation schedule. In addition, should the rate adjustments be held over, CVWSI would have to
increase the rates to cover those months without an increase.

FUNDING: Not applicable.


for Richard C. Prima
Public Works Director

Prepared by Sharon Blaufus, Administrative Assistant
RCP/SB/sb
Attachments
cc: Central Valley Waste Services, Inc.

APPROVED: _____


H. Dixon Flynn -- City Manager

CITY OF LODI
COMMERCIAL 10 TO 50 CUBIC YARD ROLL-OFF BOX
RATE STRUCTURE SCHEDULE
EFFECTIVE JUNE 1999

CONTRACT HIGH FREQUENCY DROP RATES:

		Current Rate	New Rate
1.	Drop=off/Pick-up Charge Per Box	\$ 123.99	\$ 127.40
2.	Tons Disposed/Box X Processing Charge	\$ 27.92	\$ 28.69
3.	Franchise Fee (4.8% of 1+2)		
	TOTAL BILL (1+2+3)		

ONE-TIME DROP RATE

1.	Drop=off/Pick-up Charge Per Box	\$ 202.51	\$ 208.08
2.	Tons Disposed/Box X Processing Charge	\$ 27.92	\$ 28.69
3.	Franchise Fee (4.8% of 1+2)		
	TOTAL BILL (1+2+3)		

CITY OF LODI
COMMERCIAL WASTE CART RATES
EFFECTIVE JUNE 1999

Commercial 38 Gallon Waste Cart 1 x Per Week:

# of Waste Carts	Current Rate	New Rate
1 Waste Cart	\$17.73	\$18.22
2 Waste Carts	\$44.32	\$45.54
3 Waste Carts	\$70.90	\$72.85

Commercial 90 Gallon Waste Cart 1 x Per Week

# of Waste Carts	Current Rate		New Rate	
	1 x Wk Rate	2x Wk Rate	1 x Wk Rate	2 x Wk Rate
1 Waste Cart	\$58.64	\$117.28	\$60.25	\$120.51
2 Waste Carts	\$117.28		\$120.51	
3 Waste Carts	\$175.92		\$180.76	

CITY OF LODI
RESIDENTIAL CURBSIDE SERVICE RATES
EFFECTIVE JUNE 1999

		Current	New Rate
		Per Mo.	Per Mo.
<u>1.</u>	<u>38 GALLON WASTE CART 1X PER WEEK:</u>		
	Single Family		
	1 Waste Cart	\$ 17.76	\$ 18.37
	2 Wastes Cart	\$ 44.39	\$ 45.91
	3 Wastes Cart	\$ 71.03	\$ 73.47
	4 Wastes Cart	\$ 97.66	\$ 101.01
	Duplex and more, and mobile homes		
	1 Waste Cart per Customer	\$ 16.64	\$ 17.21
	2 Waste Cart per Customer	\$ 41.60	\$ 43.03
	3 Waste Cart per Customer	\$ 66.57	\$ 68.85
<u>2.</u>	<u>64 GALLON WASTE CART 1X PER WEEK</u>		
	1 Waste Cart	\$ 26.71	\$ 27.63
	2 Wastes Cart	\$ 66.77	\$ 69.06
	3 Wastes Cart	\$ 106.82	\$ 110.48
<u>3.</u>	<u>20 GALLON WASTE CART 1X PER WEEK</u>		
	LOW VOLUME USERS		
	1 Waste Cart	\$ 12.09	\$ 12.50
<u>4.</u>	<u>BACK YARD SERVICE CHARGE: \$10.34 MONTH</u>		

Central Valley Waste Services - City of Lodi Franchise
Commercial Rate Design
Proposed Rates - 2.75% Increase
Effective Date: June 1999

Container Capacity In Yards	Number of Containers	Total Capacity	Frequency/Week					
			1	2	3	4	5	6
1	1	1	\$82.64	\$165.27	\$396.00	\$725.43	\$1,153.57	\$1,680.46
	2	2	\$125.80	\$251.58	\$555.07	\$977.02	\$1,517.42	\$2,176.29
	3	3	\$168.94	\$337.89	\$714.14	\$1,228.60	\$1,881.26	\$2,672.13
	4	4	\$212.10	\$424.19	\$873.21	\$1,480.18	\$2,245.10	\$3,167.97
	5	5	\$255.25	\$510.49	\$1,032.29	\$1,731.76	\$2,608.95	\$3,663.81
	6	6	\$298.41	\$596.80	\$1,191.35	\$1,983.35	\$2,972.77	\$4,159.64
	7	7	\$341.55	\$683.11	\$1,350.43	\$2,234.93	\$3,336.61	\$4,655.48
	8	8	\$384.71	\$769.40	\$1,509.50	\$2,486.51	\$3,700.45	\$5,151.31
	9	9	\$427.86	\$855.71	\$1,668.58	\$2,738.10	\$4,064.30	\$5,647.16
	10	10	\$471.01	\$942.01	\$1,827.63	\$2,989.68	\$4,428.12	\$6,142.99
2	1	2	\$123.84	\$247.67	\$529.69	\$917.18	\$1,410.12	\$2,008.53
	2	4	\$205.49	\$410.97	\$806.28	\$1,328.16	\$1,976.55	\$2,751.53
	3	6	\$287.15	\$574.27	\$1,082.88	\$1,739.13	\$2,543.00	\$3,494.54
	4	8	\$368.78	\$737.58	\$1,359.46	\$2,150.08	\$3,109.44	\$4,237.54
	5	10	\$450.44	\$900.87	\$1,636.07	\$2,561.06	\$3,675.89	\$4,980.56
	6	12	\$532.09	\$1,064.18	\$1,912.63	\$2,972.03	\$4,242.34	\$5,723.57
	7	14	\$613.75	\$1,227.48	\$2,189.24	\$3,383.00	\$4,808.78	\$6,466.57
	8	16	\$695.39	\$1,390.79	\$2,465.84	\$3,793.97	\$5,375.22	\$7,209.58
	9	18	\$777.05	\$1,554.09	\$2,742.43	\$4,204.95	\$5,941.01	\$7,952.58
	10	20	\$858.69	\$1,717.38	\$3,019.01	\$4,615.92	\$6,508.12	\$8,695.60
3	1	3	\$159.40	\$318.78	\$636.35	\$1,059.38	\$1,587.88	\$2,221.82
	2	6	\$276.60	\$553.19	\$1,019.61	\$1,612.56	\$2,332.08	\$3,178.16
	3	9	\$393.80	\$787.60	\$1,402.86	\$2,165.75	\$3,076.29	\$4,134.48
	4	12	\$511.00	\$1,021.99	\$1,786.09	\$2,718.93	\$3,820.50	\$5,090.81
	5	15	\$628.20	\$1,256.41	\$2,169.34	\$3,272.11	\$4,564.72	\$6,047.13
	6	18	\$745.41	\$1,490.81	\$2,552.60	\$3,825.29	\$5,308.92	\$7,003.45
	7	21	\$862.61	\$1,724.91	\$2,935.84	\$4,378.48	\$6,053.12	\$7,959.78
	8	24	\$979.81	\$1,959.62	\$3,319.09	\$4,931.66	\$6,797.33	\$8,916.11
	9	27	\$1,097.02	\$2,194.03	\$3,702.35	\$5,484.84	\$7,541.54	\$9,872.43
	10	30	\$1,214.23	\$2,428.43	\$4,085.59	\$6,038.03	\$8,285.74	\$10,828.75

Central Valley Waste Services - City of Lodi Franchise
Commercial Rate Design
Proposed Rates - 2.75% Increase
Effective Date: June 1999

Container Capacity In Yards	Number of Containers	Total Capacity	Frequency/Week					
			1	2	3	4	5	6
4	1	4	\$194.95	\$389.87	\$743.01	\$1,201.60	\$1,765.65	\$2,435.15
	2	8	\$347.70	\$695.39	\$1,232.91	\$1,896.98	\$2,687.61	\$3,604.79
	3	12	\$500.45	\$1,000.91	\$1,722.82	\$2,592.38	\$3,609.58	\$4,774.42
	4	16	\$653.21	\$1,306.43	\$2,212.73	\$3,287.77	\$4,531.55	\$5,944.07
	5	20	\$805.96	\$1,611.93	\$2,702.63	\$3,983.18	\$5,453.53	\$7,113.71
	6	24	\$958.72	\$1,917.45	\$3,192.55	\$4,678.56	\$6,375.49	\$8,283.35
	7	28	\$1,111.48	\$2,222.97	\$3,682.45	\$5,373.96	\$7,297.47	\$9,452.99
	8	32	\$1,264.25	\$2,528.47	\$4,172.37	\$6,069.35	\$8,219.43	\$10,622.62
	9	36	\$1,416.99	\$2,833.99	\$4,662.27	\$6,764.75	\$9,141.41	\$11,792.26
	10	40	\$1,569.75	\$3,139.50	\$5,152.17	\$7,460.12	\$10,063.38	\$12,961.91
5	1	5	\$230.50	\$460.99	\$849.66	\$1,343.81	\$1,943.40	\$2,648.45
	2	10	\$418.80	\$837.60	\$1,446.24	\$2,181.41	\$3,043.14	\$4,031.41
	3	15	\$607.11	\$1,214.23	\$2,042.79	\$3,019.01	\$4,142.88	\$5,414.38
	4	20	\$795.41	\$1,590.84	\$2,639.36	\$3,856.63	\$5,242.60	\$6,797.33
	5	25	\$983.73	\$1,967.46	\$3,235.93	\$4,694.22	\$6,342.34	\$8,180.29
	6	30	\$1,172.04	\$2,344.08	\$3,832.49	\$5,531.82	\$7,442.08	\$9,563.23
	7	35	\$1,360.35	\$2,720.70	\$4,429.06	\$6,369.42	\$8,541.80	\$10,946.19
	8	40	\$1,548.66	\$3,097.32	\$5,025.63	\$7,207.04	\$9,641.54	\$12,329.16
	9	45	\$1,736.97	\$3,473.93	\$5,622.18	\$8,044.64	\$10,741.28	\$13,712.11
	10	50	\$1,925.28	\$3,850.55	\$6,218.75	\$8,882.23	\$11,841.00	\$15,095.06
6	1	6	\$266.05	\$532.09	\$956.34	\$1,486.01	\$2,121.16	\$2,861.78
	2	12	\$489.90	\$979.81	\$1,659.55	\$2,465.84	\$3,398.66	\$4,458.05
	3	18	\$713.77	\$1,427.54	\$2,362.78	\$3,445.64	\$4,676.16	\$6,054.33
	4	24	\$937.63	\$1,875.26	\$3,065.99	\$4,425.45	\$5,953.65	\$7,650.59
	5	30	\$1,161.50	\$2,322.97	\$3,769.21	\$5,405.28	\$7,231.15	\$9,246.86
	6	36	\$1,385.35	\$2,770.72	\$4,472.44	\$6,385.09	\$8,508.66	\$10,843.15
	7	42	\$1,609.22	\$3,218.44	\$5,175.66	\$7,364.90	\$9,786.16	\$12,439.41
	8	48	\$1,833.07	\$3,666.16	\$5,878.88	\$8,344.72	\$11,063.65	\$14,035.68
	9	54	\$2,056.94	\$4,113.88	\$6,582.11	\$9,324.53	\$12,341.15	\$15,631.95
	10	60	\$2,280.80	\$4,561.61	\$7,285.32	\$10,304.34	\$13,618.65	\$17,228.23

CENTRAL VALLEY WASTE SERVICES, INC.
CITY OF LODI FRANCHISE

Exhibit 1

REVENUE PROJECTIONS, REVENUE REQUIREMENTS
AND RATE ADJUSTMENT CALCULATION
YEAR ENDING 3/31/2000

REVENUE SOURCE	PROJECTED REVENUES INCLUDING FRANCHISE FEES *	PROJECTED REVENUES EXCLUDING FRANCHISE FEES	REQUIRED REVENUES EXCLUDING FRANCHISE FEES	FRANCHISE FEE RATE	FRANCHISE FEES	REVENUES REQUIRED INCLUDING FRANCHISE FEES **
COMMERCIAL	\$2,107,788	\$2,006,614	\$2,088,834	4.8%	\$100,264	\$2,189,098
RESIDENTIAL	3,729,120	3,550,122	3,719,590	4.8%	178,540	3,898,131
TOTAL	\$5,836,908	\$5,556,736	\$5,808,424		\$278,804	\$6,087,229
RECYCLING ADJUSTMENT		(64,443)	(64,443)			(64,443)
RECYCLING	386,893	386,893	386,893			386,893
TOTAL	<u>\$6,223,801</u>	<u>\$5,879,186</u>	<u>\$6,130,875</u>		<u>\$278,804</u>	<u>\$6,409,679</u>

RATE ADJUSTMENT %

3.18%

COMMERCIAL RATE ADJUSTMENT:

Required Revenues at Proposed Rates Less Recycling Adjust	\$2,165,827			
Projected Revenues at Current Rates	\$2,107,788	-1	=	2.75%

RESIDENTIAL RATE ADJUSTMENT:

Required Revenues at Proposed Rates Less Recycling Adjust	\$3,856,959			
Projected Revenues at Current Rates	\$3,729,120	-1	=	3.43%

* - PROJECTED AT CURRENT RATES

** -REQUIRED REVENUES AT PROPOSED RATES



CITY OF LODI

Carnegie Forum
305 West Pine Street, Lodi

NOTICE OF PUBLIC HEARING

Date: Wednesday, June 2, 1999

Time: 7:00 p.m.

For information regarding this notice please contact:

Alice M. Reimche

City Clerk

Telephone: (209) 333-6702

NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that on Wednesday, June 2, 1999 at the hour of 7:00 p.m., or as soon thereafter as the matter may be heard, the City Council will conduct a Public Hearing at the Carnegie Forum, 305 West Pine Street, Lodi, to consider the following matter:

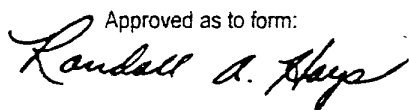
- a) refuse rate adjustment application from Central Valley Waste Services, Inc.

All interested persons are invited to present their views and comments on this matter. Written statements may be filed with the City Clerk at any time prior to the hearing scheduled herein, and oral statements may be made at said hearing.

If you challenge the subject matter in court, you may be limited to raising only those issues you or someone else raised at the Public Hearing described in this notice or in written correspondence delivered to the City Clerk, P.O. Box 3006, at or prior to the Public Hearing.


Alice M. Reimche
City Clerk

Dated: May 19, 1999

Approved as to form:


Randall A. Hays
City Attorney

CITY COUNCIL

KEITH LAND, Mayor
STEPHEN J. MANN
Mayor Pro Tempore
SUSAN HITCHCOCK
ALAN S. NAKANISHI
PHILLIP A. PENNINO

CITY OF LODI

CITY HALL, 221 WEST PINE STREET
P.O. BOX 3006
LODI, CALIFORNIA 95241-1910
(209) 333-6706
FAX (209) 333-6710

May 13, 1999

H. DIXON FLYNN
City Manager
ALICE M. REIMCHE
City Clerk
RANDALL A. HAYS
City Attorney

Central Valley Waste Services, Inc.
Attn: Tom Sanchez
P. O. Box 241001
Lodi, CA 95241-9501

SUBJECT: Set Public Hearing for June 2, 1999 to Consider Refuse Rate Adjustment
Application from Central Valley Waste Services, Inc.

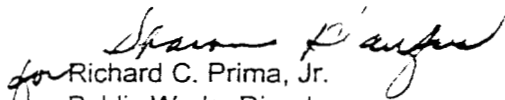
Enclosed is a copy of background information on an item on the City Council agenda of Wednesday, May 19, 1999. The meeting will be held at 7 p.m. in the City Council Chamber, Carnegie Forum, 305 West Pine Street.

As indicated in the title, the only action will be to set a public hearing date on the item. We are asking that the public hearing be set for the following Council Meeting, June 2, 1999.

If you wish to write to the City Council, please address your letter to City Council, City of Lodi, P. O. Box 3006, Lodi, California, 95241-1910. Be sure to allow time for the mail. Or, you may hand-deliver the letter to City Hall, 221 West Pine Street.

If you wish to address the Council at the Council Meeting, be sure to fill out a speaker's card (available at the Carnegie Forum immediately prior to the start of the meeting) and give it to the City Clerk. If you have any questions about communicating with the Council, please contact Alice Reimche, City Clerk, at 333-6702.

If you have any questions about the item itself, please call Sharon Blaufus at 333-6800, ext. 658.


for Richard C. Prima, Jr.
Public Works Director

RCP/lm

Enclosure 

cc: City Clerk